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November 26, 2018

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**REDACTED – FOR PUBLIC INSPECTION**

**VIA HAND DELIVERY**

Marlene H. Dortch, Secretary  
Federal Communications Commission  
445 12<sup>th</sup> Street, SW  
Washington, DC 20554

Re: Notice of *Ex Parte* Presentation, WC Docket No. 18-100; Transmittal No. 13  
South Dakota Network, LLC Tariff F.C.C. No. 1

Dear Ms. Dortch:

On November 21, South Dakota Network, LLC (“SDN”) provided confidential information in response to requests by Commission staff. Pursuant to the Protective Order adopted by the Commission in this proceeding,<sup>1</sup> SDN requests confidential treatment for this information, which is commercially sensitive information that is not normally released to the public. Specifically, SDN provided the attached spreadsheet regarding its total known and measurable investments projected between December 31, 2017 and June 30, 2019.

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<sup>1</sup> *In the Matter of South Dakota Network, LLC Tariff F.C.C. No. 1*, PROTECTIVE ORDER, WC Docket No. 18-100, et al., DA 18-1158, released November 14, 2018.

In accordance with the Protective Order and the Commission's rules, one redacted copy has been filed via ECFS; one confidential, non-redacted copy has been submitted on paper via hand delivery to the Secretary's Office; and two confidential, non-redacted copies have been submitted on paper via hand delivery to Mr. Christopher Koves.

If you have any questions, please do not hesitate to contact the undersigned.

Sincerely,

A handwritten signature in black ink, appearing to read "Sal", with a stylized flourish at the end.

Salvatore Taillefer, Jr.  
Counsel to South Dakota Network, LLC

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## SOUTH DAKOTA NETWORK NONREGULATED ALLOCATION WORKSHEET INTERSTATE STUDY - KNOWN & MEASURABLE

Line No.	Description	Known & Measurable	Reclass	Common & Power	TPUC (Note 3)	Net	Allocation Basis	Nonregulated Operations	Regulated Operations
ALLOCATION FACTORS							DIRECT		
1	OFFICE WAGES						DIRECT		
2	PLANT SPEC FIC WAGES								
3	TOTAL WAGES								
3A	RELATIVE USE (MOU)								
PLANT IN SERVICE		(For the period of Jan 1, 2018 to June 30, 2019) - Source see note 1					LINE 3		
4	LAND						LINE 3		
5	MOTOR VEHICLES						LINE 3		
6	OTHER WORK EQUIPMENT						DIRECT		
7	BUILDINGS						LINE 3		
8	FURNITURE						LINE 3		
9	OFFICE SUPPORT EQUIPMENT						LINE 1		
10	COMPANY COMMUNICATIONS EQUIPMENT						LINE 3		
11	GENERAL PURPOSE COMPUTERS						LINE 3		
12	DIGITAL SWITCHING EQUIPMENT						LINE 3A		
13	DIGITAL SWITCHING COMPUTER						DIRECT		
14	CIRCUIT EQUIPMENT						DIRECT		
15	BURIED CABLE						DIRECT		
16	INTANGIBLES						LINE 2		
17	ORGANIZATIONAL COSTS						LINE 3		
18	TOTAL								
DEPRECIATION & AMORTIZATION RESERVES		(For the period of Jan 1, 2018 to June 30, 2019) - Source see note 1					LINE 5		
19	MOTOR VEHICLES						LINE 6		
20	OTHER WORK EQUIPMENT						LINE 7		
21	BUILDINGS						LINE 8		
22	FURNITURE						LINE 9		
23	OFFICE SUPPORT EQUIPMENT						LINE 10		
24	COMPANY COMMUNICATIONS EQUIPMENT						LINE 11		
25	GENERAL PURPOSE COMPUTERS						LINE 12		
26	DIGITAL SWITCHING EQUIPMENT						LINE 13		
27	DIGITAL SWITCHING COMPUTER						LINE 14		
28	CIRCUIT EQUIPMENT						LINE 15		
29	BURIED CABLE						LINE 16		
30	DEPR. INTANGIBLES						LINE 16		
31	AMORT. INTANGIBLES						LINE 16		
32	TOTAL								
Support Assets (Lines 19 through 25)									

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Line No.	Description	Known & Measurable	Reclass	Common & Power	TPUC (Note 3)	Net	Allocation Basis	Nonregulated Operations	Regulated Operations
<b>DEPRECIATION &amp; AMORTIZATION EXPENSES</b>		(For the period of Jan 1, 2018 to June 30, 2019) - Source: see note 1							
33	MOTOR VEHICLES						LINE 5		
34	OTHER WORK EQUIPMENT						LINE 6		
35	BUILDINGS						LINE 7		
36	FURNITURE						LINE 8		
37	OFFICE SUPPORT EQUIPMENT						LINE 9		
38	COMPANY COMMUNICATIONS EQUIPMENT						LINE 10		
39	GENERAL PURPOSE COMPUTERS						LINE 11		
40	DIGITAL SWITCHING EQUIPMENT						LINE 12		
41	DIGITAL SWITCHING COMPUTER						LINE 13		
42	CIRCUIT EQUIPMENT						LINE 14		
43	BURIED CABLE						LINE 15		
44	DEPR. INTANGIBLES						LINE 16		
45	AMORT. INTANGIBLES						LINE 16		
46	TOTAL								
Support Assets (Lines 33 through 39)									
<b>PLANT SPECIFIC EXPENSES</b>		(For the period of Jan 1, 2018 to June 30, 2019) - Source: see note 2							
47	LAND & BUILDING EXPENSE						LINE 4,7		
48	FURNITURE & ARTWORK						LINE 8		
49	OFFICE EQUIPMENT EXPENSE						LINE 9		
50	GENERAL PURPOSE COMPUTER EXPENSE						DIRECT		
51	GENERAL PURPOSE COMPUTER EXPENSE - OTHER						DIRECT		
52	MAINTENANCE AGREEMENTS						LINE 12		
53	DIGITAL ELECTRONIC SWITCHING EXPENSE						DIRECT		
56	CIRCUIT EQUIPMENT EXPENSE						LINE 14		
58	CIRCUIT EXPENSE - REDUNDANCY						LINE 15		
59	BURIED CABLE EXPENSE						LINE 15		
60	TOTAL								
General Support (Lines 47 through 52)									
<b>NETWORK OPERATIONS EXPENSES</b>							LINE 12		
61	POWER EXPENSE						LINE 12		
62	NETWORK ADMINISTRATION EXPENSE						LINE 12		
63	TOTAL								
<b>CUSTOMER OPERATIONS EXPENSES</b>							DIRECT		
64	CUSTOMER SERVICES								
65	TOTAL								
66	TOTAL BIG 3 EXPENSES						LINE 60+63+65		

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## SOUTH DAKOTA NETWORK NONREGULATED ALLOCATION WORKSHEET INTERSTATE STUDY - KNOWN & MEASURABLE

Line No.	Description	Known & Measurable	Reclass	Common & Power	TPUC (Note 3)	Net	Allocation Basis	Nonregulated Operations	Regulated Operations
CORPORATE OPERATIONS EXPENSES									
67	EXECUTIVE DEPARTMENT						LINE 66		
68	PLANNING EXPENSE						LINE 66		
69	ACCOUNT NG & F NANCE						LINE 66		
70	EXTERNAL RELATIONS						LINE 66		
71	HUMAN RESOURCES						LINE 66		
72	LEGAL						LINE 66		
73	OTHER GENERAL AND ADMINISTRATIVE						LINE 66		
74	OTHER EXPENSES						LINE 66		
75	TOTAL						LINE 66		
	Executive & Planning (Lines 67 + 68)								
	General Adm. (Lines 69 through 74)								
	Total								
INTEREST AND OTHER EXPENSE									
(For the period of Jan 1, 2018 to June 30, 2019) - Source see note 2									
76	OPERATING TAXES						LINE 79		
77	OPERATING TAXES-USF						DIRECT		
78	AFUDC (A/C 7340)						DIRECT		
79	INTEREST EXPENSE (A/C 7510)						LINE 79		
NONREGULATED REMOVAL SUMMARY									
80	NET INVESTMENT (Ln18-32)								
81	OPERATING & INTEREST EXPENSE								
82	Excluding wages (Ln46+66+75+76+77+78)								
83	Including wages (Ln3+81)								
Reclassifications									
	CABS Billing								
	Account 6728 to 6623								
	Net								
	FCC Regulatory Fee								
	Account 6728 to 7200								
	Net								
Notes	Source for K&Ms								
1	Capital Additions for 2018 and 2019 (Known and Measureable Tab)								
2									

<u>ASSET DESCRIPTION</u>	<u>ASSET CLASSIFICATION</u>	<u>EXPECTED PURCHASE DATE</u>	<u>AMOUNT</u>	Support Assets	Circuit	Switching	Buried Cable	Non-SD Study
Corporate Expenditures								
New Vehicles	Motor Vehicles	Jul-18						
IT Hardware	General Purpose Computers	Throughout 2018						
Software	Intangibles	Throughout 2018						
SGX GEO Redundancy	Switching	Sep-18						